INEOS ABS

January 19, 2011

Attn: Compliance Tracker, AE-17J
Air Enforcement and Compliance Assurance Branch
U.S. Environmental Protection Agency Region 5
77 West Jackson Boulevard
Chicago, Illinois 60604

RE: Consent Decree Civil Action No. 1:09-CV-545

Effective Date February 4, 2010

Dear Sirs:

Please find attached the Quarterly Report for Fourth Quarter 2010. Please contact me at (513) 467-2470 or michele.smith@lustran-polymers.com if you have any questions concerning the submitted information.

Respectfully Submitted,

Environmental Specialist INEOS ABS (USA) Corporation

cc: M. Palmero, USEPA Region 5

T. Kalman, OEPA G. Bachmann, Ohio AG

M. Kramer, HCDOES

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INEOS ABS (USA) CORPORATION'S ADDYSTON, OH PLANT CONSENT DECREE QUARTERLY REPORT

Consent Decree Civil Action No. 1:09-CV-545 Effective Date February 4, 2010

Reporting Period: 10/01/10 - 12/31/10

I. INTRODUCTION

The following report contains the required information about INEOS ABS' compliance activities associated with the requirements in Paragraph 50 a. and 50 b. in the Consent Decree.

II. LEAK DETECTION AND REPAIR (LDAR) REPORTING OBLIGATIONS

Per Appendix A of the Consent Decree, INEOS ABS submitted the following reports to the U.S. EPA and Ohio EPA:

A. COMPLIANCE STATUS REPORTS

No compliance status reports were required to be submitted during this period.

B. CORRECTIVE ACTION PLANS

The Corrective Action Plan for the 2010 external audit was completed on 09/21/10 and was submitted for approval on 12/21/10.

C. CERTIFICATE OF COMPLIANCE

No certificate was required to be submitted during this period.

III. FLARE MONITORING INSTRUMENTS REPORTING OBLIGATIONS

Per Paragraph 23 of the Consent Decree, INEOS ABS submitted the following reports to the U.S. EPA and Ohio EPA:

- October 2010 Report submitted on November 8, 2010
- November 2010 Report submitted on December 9, 2010
- December 2010 Report submitted on January 6, 2011

IV. NONCOMPLIANCE WITH CONSENT DECREE

Per Paragraph 50 b. of the Consent Decree, INEOS ABS submitted the following letters of noncompliance to the U.S. EPA and Ohio EPA:

A. Missed Monitoring - Letter Dated November 8, 2010

A pump was repaired and put back into HAP service. The pump had failed on a Method 21 screening; a visual pass was observed on the pump when it was put back into service, but the Method 21 re-screening was not performed until two days later at which time it passed final repair.

A drain valve and an open-ended line (OEL) were removed from a pump outlet discharge line sometime during third quarter and were not monitored. Prior to fourth

quarter monitoring in the area, the valve and OEL were re-installed and were monitored.

During fourth quarter monitoring of valves, it was discovered that a valve was misclassified as Difficult-to-Monitor. As it was not classified as a Normal valve, it was not scheduled for monitoring until fourth quarter in our LDAR database. During fourth quarter monitoring, one valve and two OELs were added into the LDAR program that are associated with our maleic anhydride storage tank and have been present on the tank all year but not in the program.

B. <u>End-of-Shift Calibration Drift Re-assessment not Completed – Letter Dated</u> January 7, 2011

On one day that Method 21 monitoring was performed at the site, the calibration drift re-assessment was not completed at the end of the monitoring shift as required in Part C, Paragraph 8 of Appendix A of the Consent Decree. The calibration drift re-assessment was performed on the monitoring equipment five days later; the equipment was not used between the end of monitoring and the calibration drift re-assessment.

V. CERTIFICATION

I certify under penalty of law that I have examined and am familiar with the information in the enclosed documents, including all attachments. Based on my inquiry of those individuals with primary responsibility for obtaining the information, I certify that the statements and information are, to the best of my knowledge and belief, true, accurate and complete. I am aware that there are significant penalties for knowingly submitting false statements and information, including the possibility of fines or imprisonment pursuant to Section 113(c)(2) of the Act, and 18 U.S.C.§§ 1001 and 1341.

Respectfully Submitted,

Clinton Herring

General Manager, NAFTA INEOS ABS (USA) Corporation

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